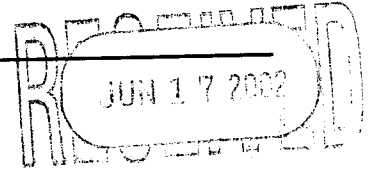


WATER UTILITY ANNUAL REPORT



RECEIVED

JUN 14 2002

ARIZONA CORP. COM. L.
TUCSON, AZ

W-03655A

(If mailing label above is missing, please complete the lines below. If mailing label above is incorrect, please draw one line through incorrect information, and state corrected information below.)

COMPANY NAME (DBA NAME) _____

12625
CACTUS-STELLAR LIMITED
12625 W. CACTUS RIDGE
HCR #2, Box 405 469
TUCSON AZ 857350000

MAILING ADDRESS (ST. OR P.O. BOX) _____

CITY, STATE, ZIP _____

FOR YEAR ENDING

12	31	00
----	----	----

MONTH DAY YEAR

ANNUAL REPORT DUE APRIL 15

TO

ARIZONA CORPORATION COMMISSION

UTILITIES DIVISION

1200 WEST WASHINGTON

PHOENIX, ARIZONA 85007

Note: This report is to be used only for Water Utilities that have total annual Water Revenues of less than \$250,000.

Company Name Cactus-Stellar Year Ending 2000

Name of Certificate Holder NA

Date of Original CC&N* _____ Decision No. _____

Company Name (dba name), if different from above _____

Local Office Mailing Address HCR 2, Box 463
(Street or P. O. Box)
Tucson AZ 85735
(City) (State) (Zip)

Physical Address (if different from above) _____
(Street)

(City) (State) (Zip)

Local Office Tel. No. 520-822-2214 After Hrs./Emerg. No. 520-822-2214
(Include Area Code/Ext.) (Include Area Code/Ext.)

Local Office Fax No. _____ Pager No. _____
(Include Area Code) (Include Area Code)

Is Utility in Operation at this Time? ☒ Yes ☐ No

If no, Please Explain: _____

Last Rate Increase Effective Date _____
(Month) (Day) (Year)

UTILITY COMPANY OWNERSHIP:

☐ Sole Proprietor (S)

☐ Partnership (P)

☐ Bankruptcy (B)

☐ Receivership (R)

☐ C Corporation (C) (Other than Association/Co-op)

☐ Subchapter S Corporation (Z)

☒ Association/Co-op (A)

☐ Limited Liability Company (L)

☐ Other (X) _____

IF UTILITY COMPANY IS A SUBSIDIARY OF A PARENT COMPANY:

☐ Owned by:

☐ Controlled by:

Name of Parent Company _____

Acquisition Date ____/____/____
(MM) (DD) (YY)

IF UTILITY IS INCORPORATED - Date Incorporated ____/____/____
(MM) (DD) (YY)

State in Which Incorporated: ☐ Arizona

☐ Other _____
(Please Specify)

Company Name Cactus-Stellar Year Ending 2000

If incorporated and articles of incorporation have been amended during the report year, please fill in the following information: Date and Place Amended _____
(Month) (Day) (Year) (City) (State)

Reason: _____

COUNTIES SERVED BY UTILITY COMPANY:

- | | | |
|-------------------------------------|--|-----------------------------------|
| <input type="checkbox"/> Apache | <input type="checkbox"/> Cochise | <input type="checkbox"/> Coconino |
| <input type="checkbox"/> Gila | <input type="checkbox"/> Graham | <input type="checkbox"/> Greenlee |
| <input type="checkbox"/> La Paz | <input type="checkbox"/> Maricopa | <input type="checkbox"/> Mohave |
| <input type="checkbox"/> Navajo | <input checked="" type="checkbox"/> Pima | <input type="checkbox"/> Pinal |
| <input type="checkbox"/> Santa Cruz | <input type="checkbox"/> Yavapai | <input type="checkbox"/> Yuma |
| <input type="checkbox"/> Other | | |

LOCALITIES SERVED (INCORPORATED OR UNINCORPORATED): _____

(Places, Towns or Municipalities)

Describe any new construction, extension of system or acquisition made during reporting year that exceeded \$5,000: _____

Management Contact Tanya Lombardi HER 2 BOX 469 TUCSON
(Name) (Street) (City)
AZ 85735 520-822-2214
(State) (Zip) (Tel. No. Include Area Code/Ext.)

(Fax No. Include Area Code) (Pager No. Include Area Code)

On-Site Manager Same
(Name) (Street) (City)
(State) (Zip) (Tel. No. Include Area Code/Ext.)

(Fax No. Include Area Code) (Pager No. Include Area Code)

Statutory Agent Robert Little 4837 E. 5th St. TUCSON
(Name) (Street) (City)
AZ 85711 520-795-7300
(State) (Zip) (Tel. No. Include Area Code/Ext.)

Attorney Same
(Name) (Street) (City)
(State) (Zip) (Tel. No. Include Area Code/Ext.)

Company Name

Cactus-Stellar

Year Ending

2000

OWNER (S)

SOLE OWNER:
PARTNERSHIP:
CORPORATION:NAME, ADDRESS, AND PHONE NUMBER (INCLUDING AREA CODE)
EACH PARTNER'S NAME, ADDRESS, PHONE NUMBER (INCLUDING AREA CODE), AND AMOUNT OF EQUITY
THREE LARGEST STOCKHOLDERS NAMES, ADDRESSES, PHONE NUMBERS (INCLUDING AREA CODE), AND NUMBER OF SHARES HELD

TYPE (MARK "X")			NAME AND ADDRESS	PHONE NUMBER (INCLUDE AREA CODE)	AMOUNT OF EQUITY OR NUMBER OF SHARES
OWNER	PART- NER	SHARE HOLDER			
			NA		

DIRECTORS (IF CORPORATION)

NAME AND ADDRESS	PHONE NUMBER (INCLUDE AREA CODE)	TERM EXPIRATION DATE			NUMBER OF SHARES HELD
		MONTH	DAY	YEAR	
See Below					

PRINCIPAL OFFICERS (IF CORPORATION)

TYPE (MARK "X")					NAME AND ADDRESS (IF OFFICER TYPE IS "OTHER" SPECIFY TYPE BELOW NEXT TO NAME)	DATE ENTERED OFFICE		
PRES.	V.P.	SEC.	TREAS.	OTHER		MONTH	DAY	YEAR
X		X	X		Tina Neville Mike Gallego Tanya Lombardi	7 7 7		99 99 99

Company Name Cactus-StellarYear Ending 2000

UTILITY PLANT IN SERVICE

ACCT. NO.	<i>Tucson City Well</i>	ORIGINAL COST (1)	ACCUMULATED DEPRECIATION (2)	O.C.L.D. (1) - (2)
301	ORGANIZATION	Ø		
302	FRANCHISES	Ø		
303	LAND AND LAND RIGHTS	Ø		
304	STRUCTURES AND IMPROVEMENTS	<i>line fixed</i> Ø		
307	WELLS AND SPRINGS	<i>city owned</i> Ø		
311	ELECTRIC PUMPING EQUIPMENT	Ø		
320	WATER TREATMENT EQUIPMENT	Ø		
330	DISTRIBUTION RESERVOIRS & STANDPIPES	Ø		
331	TRANSMISSION AND DISTRIBUTION MAINS	Ø		
333	SERVICES	Ø		
334	METERS <i>18 meters</i>	Ø		
335	HYDRANTS	Ø		
339	OTHER PLANT STRUCTURES AND IMPROVEMENTS	Ø		
340	OFFICE FURNITURE AND FIXTURES	Ø		
341	TRANSPORTATION EQUIPMENT	Ø		
343	TOOLS AND WORK EQUIPMENT	Ø		
344	LABORATORY EQUIPMENT	Ø		
345	POWER OPERATED EQUIPMENT	Ø		
346	COMMUNICATIONS EQUIPMENT	Ø		
347	MISCELLANEOUS EQUIPMENT	Ø		
348	OTHER TANGIBLE PLANT	Ø		
TOTAL WATER PLANT		Ø		

Company Name Cactus-Stellar Year Ending 2000

WATER COMPANY PLANT DESCRIPTION

ADEQ System No.(s) _____

WELLS					
ADWR ID NO.	PUMP HORSEPOWER	PUMP YIELD (GPM)	CASING SIZE (INCHES)	WELL DEPTH (FEET)	METER SIZE (INCHES)
55-		NA			
55-					
55-					
55-					
55-					
55-					

OTHER WATER SOURCES		
NAME OR DESCRIPTION	CAPACITY (GPM)	GALLONS PURCHASED OR OBTAINED (THOUSANDS)
NA		

TOTAL GALLONS PUMPED (NOT SOLD) THIS YEAR (THOUS.) = NA

BOOSTER PUMPS	
HORSEPOWER	QUANTITY
NA	

STORAGE TANKS	
CAPACITY	QUANTITY
NA	

PRESSURE TANKS	
CAPACITY	QUANTITY
NA	

TREATMENT EQUIPMENT (SEDIMENTATION, FILTRATION, DISINFECTION, ETC.):
NA

Company Name Cactus-Stellar

Year Ending 2000

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

[illegible]

METERS	
SIZE	QUANTITY (HOW MANY)
5/8" X 3/4"	
3/4"	18
1"	
1-1/2"	
2"	
COMP. 3"	
TURBO 3"	
COMP. 4"	
TURBO 4"	
COMP. 6"	
TURBO 6"	
COMP. 8"	
TURBO 8"	

FIRE HYDRANTS	
STANDARD (QUANTITY)	OTHER (QUANTITY)

STRUCTURES (BUILDINGS, FENCES, ETC.):

NA

OTHER (LABORATORY EQUIPMENT, TOOLS, VEHICLES, POWER GENERATORS, ETC.):

NA

COMPANY NAME Cactus Stellar YEAR ENDING 2000

BALANCE SHEET

		Balance Beginning of Year	Balance Ending of Year
ASSETS			
Acct. No.	<u>Current and Accrued Assets</u>		
131	Cash & Working Funds	<u>1,597.25</u>	<u>2,473.67</u>
135	Temporary Investments	<u>Ø</u>	<u>Ø</u>
141	Customer Accounts Receivables	<u>Ø</u>	<u>Ø</u>
151	Plant Materials & Supplies	<u>Ø</u>	<u>Ø</u>
174	Other Current and Accrued Assets	<u>Ø</u>	<u>Ø</u>
	Total Current & Accrued Assets	<u><u>1,597.25</u></u>	<u><u>2,473.67</u></u>
	<u>Fixed Assets</u>		
101	Utility Plant in Service	<u> </u>	<u> </u>
103	Property Held for Future Use	<u> </u>	<u> </u>
105	Construction Work in Progress	<u>NA</u>	<u> </u>
117	Other Fixed Assets	<u> </u>	<u> </u>
108	Less: Accum. Deprec. & Amort.	<u> </u>	<u> </u>
	Total Fixed Assets	<u> </u>	<u> </u>
	TOTAL ASSETS	<u> </u>	<u> </u>

COMPANY NAME Cactus Stellar YEAR ENDING 2000

BALANCE SHEET
(CONTINUED)

LIABILITIES		Balance Beginning of Year	Balance Ending of Year
<u>Acct. No.</u>	<u>Current and Accrued Liabilities</u>		
231	Accounts Payable <i>\$90 per. mo. testing</i>	<u>1080.00</u>	<u>Ø</u>
232	Notes Payable (Current Portion)	<u>Ø</u>	<u>Ø</u> ↓
235	Customer Security Deposits	<u>Ø</u>	
236	Accrued Taxes	<u>Ø</u>	
237	Accrued Interest	<u>Ø</u>	
241	Other Current & Accrued Liabilities	<u>Ø</u>	
	Total Current & Accrued Liabilities	<u>Ø</u>	<u>Ø</u> ↓
	<u>Long-Term Debt (Over 12 Months)</u>		
224	Long-Term Notes & Bonds	<u>Ø</u>	<u>Ø</u>
	<u>Deferred Credits</u>		
252	Advances in Aid of Construction	<u> </u>	<u> </u>
255	Accumulated Deferred I. T. C.	<u> </u>	<u> </u>
271	Contributions in Aid of Construction	<u>NA</u>	<u> </u>
272	Less: Accum. Amort. Of Contrib.	<u> </u>	<u> </u>
282	Accumulated Deferred Income Tax*	<u> </u>	<u> </u>
284	Other Deferred Credits	<u> </u>	<u> </u>
	Total Deferred Credits	<u> </u>	<u> </u>
	TOTAL LIABILITIES	<u> </u>	<u> </u>
CAPITAL ACCOUNT			
201	Common Stock	<u> </u>	<u> </u>
211	Other Paid In Capital	<u> </u>	<u> </u>
215	Retained Earnings*	<u>NA</u>	<u> </u>
218	Proprietary Capital	<u> </u>	<u> </u>
219	Other Capital Accounts	<u> </u>	<u> </u>
	Total Capital Accounts	<u> </u>	<u> </u>
	TOTAL LIABILITIES & CAPITAL	<u> </u>	<u> </u>

*NOTE: If negative, enclose in parentheses. 6A

Company Name Cactus-Stellar Year Ending 2000

RESERVE FOR DEPRECIATION

YEAR BEGINNING BALANCE (CREDIT):

ADD: AMOUNT CHARGED FOR DEPRECIATION EXPENSE:

OTHER CREDITS:*

LESS: ORIGINAL COST OF PLANT RETIRED DURING YEAR:

(~~N/A~~)

COST OF PLANT REMOVAL:

(~~N/A~~)

OTHER DEBITS:*

(_____)

YEAR ENDING BALANCE:

* NOTE: SHOW DETAILS OF OTHER DEBITS OR CREDITS IN SPACE BELOW.

COMPANY NAME Cactus-Stellar YEAR ENDING 2000

COMPARATIVE STATEMENT OF INCOME AND EXPENSES

<u>Acct. No.</u>		<u>Prior Year</u>	<u>Current Year</u>
OPERATING REVENUES:			
461	Metered Water Sales* <i>see attached note.</i>	<u>\$5090.64 +</u>	<u>\$9,970.87</u>
460	Unmetered Water Sales*	<u>0</u>	<u>0</u>
46x	Water Sales to Other Customers	<u>0</u>	<u>0</u>
47x	Other Operating Revenue	<u>0</u>	<u>0</u>
	Total Operating Revenue	<u>\$5090.64</u>	<u>\$9,970.87</u>
OPERATING EXPENSES:			
601	Salaries & Wages	<u>\$ 0</u>	<u>\$ 0</u>
610	Purchased Water <i>from City of Tucson</i>	<u>5,528.92</u>	<u>5,576.09</u>
615	Purchased Pumping Power	<u>0</u>	<u>0</u>
618	Water Testing <i>YL Tech</i>	<u>1080.00</u>	<u>210.00</u> <i>Precision Lab.</i>
619	Water Treatment	<u>0</u>	<u>0</u>
620	Repairs & Maintenance	<u>0</u>	<u>0</u>
621	Office Supplies & Expense	<u>0</u>	<u>0</u>
630	Outside Services	<u>0</u>	<u>0</u>
631	Rate Case Expense	<u>0</u>	<u>0</u>
640	Rents	<u>0</u>	<u>0</u>
650	Transportation Expense	<u>0</u>	<u>0</u>
655	General Insurance	<u>0</u>	<u>0</u>
658	Health & Life Insurance	<u>0</u>	<u>0</u>
675	Miscellaneous Operating Expense	<u>0</u>	<u>0</u>
680	Taxes Other Than Property & Income	<u>0</u>	<u>0</u>
681	Property Tax	<u>0</u>	<u>0</u>
403	Depreciation	<u>0</u>	<u>0</u>
409	Income Tax	<u>0</u>	<u>0</u>
	Total Operating Expense	<u>\$6608.92</u>	<u>\$5786.09</u>
	OPERATING INCOME (LOSS)** <i>see attached note</i>	<u>\$ (1518.28)</u>	<u>\$ 4184.78</u>
OTHER INCOME/EXPENSE:			
419	Interest Income	<u>\$ 0</u>	<u>\$ 0</u>
421	Other Income	<u>0</u>	<u>0</u>
426	Other Expense	<u>0</u>	<u>0</u>
427	Interest Expense	<u>0</u>	<u>0</u>
	TOTAL OTHER INCOME/EXPENSE**	<u>\$</u>	<u>\$</u>
	NET INCOME (LOSS)**	<u>\$ (1518.28)</u>	<u>\$ 4184.78</u>

* NOTE: Include Residential, Commercial, Industrial, and Standpipe Only
 **NOTE: If negative, enclose in parentheses.

To Whom It May Concern:

During this year, the customers were writing their checks to the City of Tucson until the Corporation Commission, after a hearing, sent a letter to all of the customers informing them to make their checks out to Cactus-Stellar. The money they sent to the City of Tucson was put into a separate account at the City of Tucson and deducted from our bill. We actually didn't have a loss, but it seems that way on the balance sheet.

This was a very confusing period. We had to open a new account and pay a large amount to the City to change those checks written to them over to us. To the best of our ability, we have represented what we believe to be the truth.

Sincerely,

Tanya Lombardi
Former Secretary
Present Treasurer
Cactus-Stellar, Ltd.

COMPANY NAME Cactus-Stellar YEAR ENDING 2000

COMPUTATION OF DEPRECIATION EXPENSE

Acct. No.	Description	(1) Original Cost	(2) Depreciation Percentage Rate	(1) x (2) Depreciation Expense
301	Organization			
302	Franchises			
303	Land & Land Rights			
304	Struct. & Improvements			
307	Wells & Springs			
311	Elect. Pump Equipment			
320	Water Treatment Equip.			
330	Dist. Reservoirs / Standpipes			
331	Trans. & Dist. Mains			
333	Services			
334	Meters			
335	Hydrants			
339	Other Plant Struct./Improv.			
340	Office Furn. & Fixtures			
341	Transportation Equipment			
343	Tools & Work Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communications Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	Totals			

COMPANY NAME Cactus-Stellar YEAR ENDING 2000

STATISTICAL INFORMATION

	YEAR END		Gallons Sold(h) (000's)
	Revenue	Customers	
Metered Customers:			
Residential		17	
Commercial		NA	
Industrial			
Standpipe			
Total Metered Customers (a)		(c)	
Unmetered Customers:			
Residential			
Commercial		NA	
Industrial			
Standpipe			
Total Unmetered Customers (a)		(d)	
Other Customers: (b)			
Private Fire Protection Service			
Public Fire Protection Service			
Other Public Authorities		NA	
Irrigation			
Interdepartmental and/or Associated Companies			
Sales for Resale			
Other Customers			
Total Other Customers		(e)	
Other Operating Revenue		(f)	
Total All Customers		(g)	

- (a) Includes Residential, Commercial, Industrial, and Standpipe only.
 (b) Includes all metered or unmetered customer categories not listed above.
 (c) Should agree with Page 8, Account 461, Metered Water Sales.
 (d) Should agree with Page 8, Account No. 460 Unmetered Water Sales.
 (e) Should agree with Page 8, Account No. 46x, Water Sales to Other Customers.
 (f) Should agree with Page 8, Account No. 47x, Other Operating Revenue.
 (g) Should agree with Page 8, Total Operating Revenue.
 (h) See example at bottom of Page 10-A before filling out this column.

Company Name Cactus-Stellar Year Ending 2000

SUPPLEMENTAL STATISTICAL INFORMATION

	YEAR END		
	Revenue	Customers	Gallons Sold (d) (000's)
Residential 5/8" x 3/4"			
Residential 3/4"		18	
Residential 1"			
Residential 1-1/2"			
Residential 2"			
Residential Other _____"			
Total Residential	(a)	(a)	(a)
Commercial 5/8" x 3/4"			
Commercial 3/4"			
Commercial 1"		NA	
Commercial 1-1/2"			
Commercial 2"			
Commercial Other _____"			
Total Commercial	(b)	(b)	(b)
Industrial 3"			
Industrial 4"			
Industrial 6"		NA	
Industrial Other _____"			
Industrial Other _____"			
Total Industrial	(c)	(c)	(c)
Standpipe			

(a) Should agree with Page 10, Residential Metered Customers.

(b) Should agree with Page 10, Commercial Metered Customers.

(c) Should agree with Page 10, Industrial Metered Customers.

(d) When filling out Gallons Sold (000's) entries, round answer to nearest thousand gallons, then drop last 3 zeros. For example, show 11,553,300 gallons as 11,553 but show 11,553,600 as 11,554

COMPANY NAME Cactus-Stellar YEAR ENDING 2000

CAPITAL STOCK (IF CORPORATION)

	Common	Preferred	Treasury	Total
No. of Shares Authorized:	_____	_____	_____	_____
No. of Shares Issued:	_____	<u>NA</u>	_____	_____
Par Value of Shares:	_____	_____	_____	_____
Dividends Declared During Year:	_____	_____	_____	_____

LONG-TERM DEBT

	Loan #1	Loan #2	Loan #3	Total
Date Issued:	_____	_____	_____	_____
Nature of Obligation:	_____	_____	_____	_____
Amount Issued (Dollars):	_____	<u>NA</u>	_____	_____
Amount Outstanding:	_____	<u>NA</u>	_____	_____
Date of Maturity:	_____	_____	_____	_____
Interest Rate:	_____	_____	_____	_____
Current Year Interest Expense:	_____	_____	_____	_____

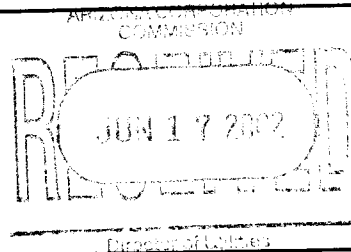
**REPAYMENT OF DEBT AND ADVANCES IN AID OF CONSTRUCTION
DURING REPORT YEAR**

Principal Repayments:
Long-Term Debt \$ NA

Short-Term Debt \$ _____

Repayment of Advances
In Aid of Construction \$ _____

VERIFICATION AND SWORN STATEMENT



VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME) <u>Pima</u>	
NAME (OWNER OR OFFICIAL) <u>Tanya Lombardi</u>	TITLE <u>Treasurer</u>
COMPANY NAME <u>Cactus-Stellar</u>	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION

COMMISSION FOR THE YEAR ENDING

MONTH <u>12</u>	DAY <u>31</u>	YEAR <u>2000</u>
--------------------	------------------	---------------------

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE WATER UTILITY OPERATIONS DURING

CALENDAR YEAR 2000

WAS

WATER GROSS OPERATING REVENUE (\$ ONLY)
<u>\$ 9,970.87</u>

(THE AMOUNT IN BOX AT LEFT INCLUDES \$ 0 IN SALES TAX MONIES BILLED.)

- * REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAX MONIES BILLED. IF FOR ANY OTHER REASON REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUE ELSEWHERE REPORTED IN THIS REPORT, PLEASE ATTACH A STATEMENT RECONCILING AND EXPLAINING THE DIFFERENCE.

Tanya Lombardi
SIGNATURE OF OWNER OR OFFICIAL

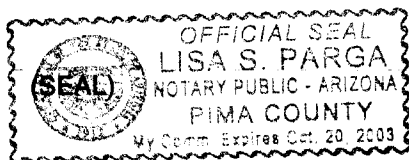
SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS DAY 14th

DAY OF

NOTARY PUBLIC NAME <u>Lisa S. Parga</u>	
COUNTY NAME <u>Pima</u>	
MONTH <u>June</u>	DAY <u>14</u>
YEAR <u>2002</u>	

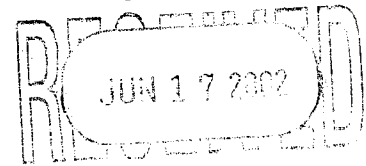


MY COMMISSION EXPIRES

X [Signature]
SIGNATURE OF NOTARY PUBLIC

MONTH <u>10</u>	DAY <u>20</u>	YEAR <u>03</u>
--------------------	------------------	-------------------

VERIFICATION AND SWORN STATEMENT RESIDENTIAL REVENUE

ARIZONA CORPORATION
COMMISSION

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) <i>Pima</i>		SS
NAME (OWNER OR OFFICIAL) <i>Tanya Lombardi</i>	TITLE <i>Treasurer</i>	
COMPANY NAME <i>Cactus-Stellar</i>		

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION
FOR THE YEAR ENDING

MONTH <i>12</i>	DAY <i>31</i>	YEAR <i>2000</i>
--------------------	------------------	---------------------

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE WATER UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING

CALENDAR YEAR

2000

WAS

RESIDENTIAL WATER GROSS OPERATING REVENUE (\$ ONLY) *

9,970.87

(THE AMOUNT IN BOX AT LEFT
INCLUDES \$ *0*
IN SALES TAX MONIES BILLED.)

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAX MONIES BILLED.

Tanya Lombardi
SIGNATURE OF OWNER OR OFFICIAL

SUBSCRIBED AND SWORN TO BEFORE ME

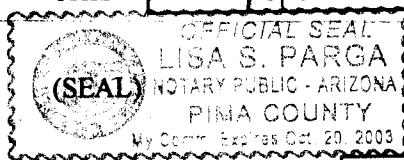
A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

DAY

4th

DAY OF



MY COMMISSION EXPIRES

MONTH <i>10</i>	DAY <i>20</i>	YEAR <i>03</i>
--------------------	------------------	-------------------

NOTARY PUBLIC NAME <i>Lisa S Parga</i>	
COUNTY NAME <i>Pima</i>	
MONTH <i>June</i>	YEAR <i>2002</i>

[Signature]
SIGNATURE OF NOTARY PUBLIC

COMPANY NAME Cactus-Stellar YEAR ENDING 2000

**ALL UTILITIES
INCOME TAXES**

For the fiscal year reported in this annual report, provide the following:

Federal Taxable Income Reported 0
Estimated or Actual Federal Tax Liability 0

State Taxable Income Reported 0
Estimated or Actual State Tax Liability 0

Amount of Grossed-Up Contributions/Advances:
Amount of Contributions/Advances 0
Amount of Gross-Up Tax Collected 0
Total Grossed-Up Contributions/Advances 0

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payor or if any gross-up tax refunds have already been made, attach the following information by Payor: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payor, and the date the Utility expects to make or has made the refund to the Payor.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payors all gross-up tax refunds reported in the prior year's annual report. This certification should be signed by the President or Chief Executive Officer of the Utility, or by the Owner, if the Utility is not a corporation.

Signature

Date

Printed Name

Title

COMPANY NAME Cactus-Stellar YEAR ENDING 2000

WATER AND SEWER UTILITIES ONLY

PROPERTY TAXES

**Amount of Actual Property Taxes Paid during
calendar year (if different than reported
in this annual report)**

City of Tucson Owned Well

**Attach to this annual report proof (e.g. property tax bills stamped "paid-in-full")
of any and all property taxes paid during the calendar year.**